Bonn-Prague Trade Treaty and Exchange of Missions Accord Signed

An exchange of letters ratifying the West German-Czecho-slovak commercial treaty and exchange of trade missions took place in Bonn on 7 February. Both accords, initialled last August, will become effective on 15 February. The same day, the West German trade mission chief, Otto Heipertz, will leave for Prague to join an advance party which has already been negotiating for suitable office space and living quarters there.

In addition to reporting the ratification, the Czech press on 8 February published an interview with the Czech

GROUP I
EXCLUDED FROM AUTOMATIC
DOWNGRADING AND DECLASSIFICATION

SECRET

-2-

trade mission chief in Frankfurt, Dr. Novy, who confirmed that the missions will have semi-diplomatic status, including diplomatic immunity for their personnel and privileged communications. The Czech trade mission will have visa-issuing authority except for West Berlin, which will continue to be serviced by the Czechoslovak military mission there. Although Novy said that further "normalization" of relations will depend25X1 on the position of the FRG, a separate Czech press report 25X1 stated that the current accords are an important step toward normalized relations.

COMMENT: Thus, little more than a month after party boss Novotny's ouster, the Czechs have established the same semi-diplomatic relationship vis-a-vis West Germany as enjoyed by Poland, Hungary and Bulgaria. The USSR, Rumania, and Yugoslavia have full diplomatic relations with Bonn. It is clear that both Bonn and Prague would like to move now toward the establishment of full relations, causing considerably concern to the East Germans and Poles especially.

25X1

Finnish Defense Minister Visits Poland

Finnish Defense Minister Sulo Suorttanen arrived in Poland on 8 February at the invitation of Defense Minister Spychalski.

COMMENT: Suorttanen's visit is in return for that of Spychalski to Finland last November. These exchanges reflect Poland's efforts to maintain at least pro forma military ties with some leading European neutrals. Similar exchanges were made in past years with Austria and Switzerland.

Yugoslavia Moves Toward Confederation

Premier Mika Spiljak revealed Belgrade's determination to grant increased authority and responsibility to the various republic governments, during a 23 January discussion with US ambassador Elbrick. Spiljak noted that a commission has been appointed to review the constitutional provisions dealing with this matter and to make recommendations for changes and new legislation.

25X1

25X1

SECRET

	oved for Release			*	25)
		-3-			
recent disp to establis various rep	eform programe have created to the stems from the stems from the stems of the stems	n, but some ted friction rom the Fede on tax cont patia and S1	autonomy is a of the demand with Belgrad ral government ribution rate ovenia find tal governme	ds by the reple. The most of resolutions by the	oublics on
Writer's Tr	ial Opens in	Warsaw			
satirical o	peretta, wen	it on trial writing "h	d author of a in Warsaw on armful to goo al weeks.	5 February	d 25) He 25)
trial, which preparation heightened among the i	n, and his oreportedly in according for six mon sensitivity ntellectuals omes at a tiand the cult	peretta, respecta, respecta, respectation of a worth to previous the previous to all form although me when alwar al milieu	is an undisti plete with an k of the firs reports had ther example s of dissent, of minor imp ays present fi has increase llowed the re-	ti-regime t order. Hi been under of the regime especially ortance in i riction between	s e's tself, een
the trial of the regime of student	aemonstratio	TIO MITTOIL TO		COMO CICCINE	
the trial of the regime of student	versial play	in Warsaw			

NOTE: THE VIEWS EXPRESSED ABOVE REPRESENT ONLY THE ANALYSIS OF THE EE DIVISION

25X1

SECRET